



General Assembly

January Session, 2007

***Raised Bill No. 7229***

LCO No. 4585

\*04585\_\_\_\_\_ENV\*

Referred to Committee on Environment

Introduced by:  
(ENV)

***AN ACT IMPOSING A MINING EXTRACTION TAX.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1       Section 1. (NEW) (*Effective January 1, 2008*) (a) Every person or entity  
2       mining sand, gravel or flat rock shall pay a tax to the municipality in  
3       which such sand, gravel or flat rock was mined at the time such sand,  
4       gravel or flat rock is sold. The tax shall be imposed at the rate of  
5       twenty per cent of the wholesale or retail sale price, whichever is less.

6       (b) Said tax shall not be imposed on any sand, gravel or flat rock  
7       which is not subject to taxation by this state pursuant to any laws of  
8       the United States.

9       (c) Fifty per cent of all tax revenues collected by a municipality  
10      pursuant to this section shall be retained by such municipality. The  
11      remaining fifty per cent shall be remitted by the town clerk of such  
12      municipality, not later than ten days after receipt thereof, to the  
13      Commissioner of Revenue Services for deposit in the General Fund.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>January 1, 2008</i>	New section
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***Statement of Purpose:***

To impose a mining extraction tax for sand, gravel or flat rock mined in the state.

*[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]*